ATE 30947

RECORDED

74544

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Mail recording information to: BENEFICIARY: Mellon Financial Services Corporation

Branch Office: 2503 Crossview Ave.

Klamath Falls, Or. 97603

Grantor Borrower: Lois E. Wilson

972 Cherry Dr.

Klamath Falls, Or. 97603

The Grantor above named, as to loan proceeds received under the terms of a Revolving Loan Agreement dated 15/11/83 in the maximum principal amount of $ 5000.00 to the Beneficiary named above at the above office and evidencing advances made to such borrower up to the actual amount of the maximum principal thereof. Advances shall not be made more than 30 years from the date of the Revolving Loan Agreement and any balance remaining after 30 years shall be paid in full within 15 years, which is the date of maturity if not sooner paid.

The indebtedness secured by this deed of trust is a revolving line of credit. Funds may be advanced to Beneficiary, repaid to grantor and readvanced to Beneficiary. Notwithstanding the amount outstanding at any particular time, the deed of trust secures the full indebtedness up to the Maximum Principal Amount. Absent a default in grantor under the terms of the Revolving Loan Agreement, all advances hereunder to Beneficiary are obligatory and are secured by this deed of trust. All such obligatory advances will have the same priority as the funds initially advanced under the Revolving Loan Agreement. Default in making any payment shall, at the option of the Beneficiary hereof and without notice or demand, render the entire outstanding balance unpaid thereon at once due and payable. The interest rate, prepayment or payment terms of the revolving loan agreement may be reduced, adjusted, renewed or renegotiated.

Grantor hereby conveys to Trustee, Ticor Title and Escrow, a trust with power of sale the following described property:

Lot 3, Block 12, FOURTH ADDITION TO NORTH GARDENS, in the County of Klamath, State of Oregon.

The Grantor covenants to the Beneficiary that they are the owner of said property free of all encumbrances except

Klamath First Federal Savings and Loan Association

and that they will warrant and forever defend the same against all persons.

Grantor warrants that the said Property described herein is not used for agricultural, timber, or grazing purposes.

The Grantor agrees to maintain the property in good condition, not to remove or demolish any building, to provide insurance on the building or buildings erected in an amount of not less than the principal balance due upon the note or any note hereafter given for which the trust deed shall be security, and insurance to name the Beneficiary as the loss payee in the event of an outstanding indebtedness, the policy to be delivered to the Beneficiary. In case the property fails of all liens of any nature and to pay all taxes and assessments levied upon the property, in the event of the Grantors' failure to pay any lawful claims, the Beneficiary may do so and add such payment to the Grantors' obligation, in the sum of interest thereon at the rate of the Beneficiary. In the event the right of eminent domain or condemnation is exercised on any part of said property, any money received from said proceeding shall be applied to the payment of indebtedness until fully paid in full. If the Grantor sells or transfers the above described property, the note shall be in default.

Upon default by the Grantor hereunder, the Beneficiary may at any time after such default and after presentation of said property and note to the Trustee, request the Trustee to foreclose the trust deed in equity as a mortgage or in the manner provided by law for mortgage foreclosures or Beneficiary may request the Trustee to foreclose the trust deed by advertisement and sale in the manner provided for foreclosing a trust deed in ORS 86.705 to 86.795. Upon the foreclosure, the Trustee shall apply the proceeds of the sale first to the expenses of the sale, including compensation of Trustee, the attorney's fee and compensation of Trustee's attorney for foreclosing, then to the obligation secured by the trust deed, then to all subordinate encumbrances subsequent to the interest of the Trustee as they may appear in the order of their priority and the surplus, if any, to the Grantor, or to their successors and interests entitled to such surplus.

The Beneficiary may from time to time appoint a successor or successors to any Trustee. The successor trustee without conveyance of the property shall succeed to all the powers and duties of the Trustee herein named. Grantor agrees to pay all filing fees as well as the costs and disbursements in any proceeding to enforce the obligation.

Receipt of a copy of this document is hereby acknowledged by the undersigned.

State of Oregon

County of Klamath ss.

Personally appeared the above named

Lois E. Wilson

and acknowledged the foregoing instrument

Lois E. Wilson

Lois E. Wilson who acquired title as Lois E. Gilbert.

Grantor

Grantor

Before me:

Notary Public for Oregon

My Commission Expires

Request for Full Reconveyance

To be used only when obligations have been paid.

STATE OF OREGON, COUNTY OF KLAMATH ss.

Filed for record at request of Ticor Title Company the 21st day of Nov A.D., 19 83 at 11:35 o'clock A.M., and duly recorded in Vol. M71 of Mortgages on Page 8391

Evelyn Biehn, County Clerk

By

FEE $5.00